GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3667
ANSWERED ON:27.04.2007
ACQUISITION OF PROPERTIES
Bellarmin Shri A.V.

Will the Minister of FINANCE be pleased to state:

(a) whether the Government proposes to acquicise the properties acquired by the proprietors of the companies misappropriating the public deposits;

(b) if so, whether the Government proposes to bring a suitable legislation in this regard; and

(c) if not, the reasons therefor?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) There is no provision in the Companies Act, 1956 for acquisition of the properties of the proprietors of companies misappropriating the public deposits.

(b) There is no proposal by the Government to bring in any legislation for acquisition or forfeiture of properties in such cases.

(c) Such matters are proposed to be addressed by revision of the extant framework, as part of the comprehensive review of the Companies Act.